

To the Members of the California Senate:

I am returning Senate Bill 1645 without my signature.

This legislation is not necessary to develop options for restructuring Economic Impact Aid (EIA) funding. I believe this work can be accomplished from within existing resources and does not require the redirection of \$1 million in federal funds as this bill provides. I direct the Department of Finance and the Secretary for Education to work in collaboration with the Legislative Analyst's Office and the State Department of Education to develop options for consideration in restructuring the EIA funding formula.

Sincerely,

Arnold Schwarzenegger